108TH CONGRESS 2D SESSION

## H.R.4961

To extend State Medicaid fiscal relief.

## IN THE HOUSE OF REPRESENTATIVES

July 22, 2004

Mr. King of New York (for himself and Mr. Brown of Ohio) introduced the following bill; which was referred to the Committee on Energy and Commerce

## A BILL

To extend State Medicaid fiscal relief.

1	Be it enacted by the Senate and House of Representa-			
2	tives of the United States of America in Congress assembled,			
3	SECTION 1. SHORT TITLE.			
4	This Act may be cited as the "Medicaid Act of 2004".			
5	SEC. 2. EXTENSION OF MEDICAID STATE FISCAL RELIEF.			
6	(a) Extension of Temporary Freeze of Med-			
7	ICAID FMAP FOR CERTAIN STATES.—Section 401(a) of			
8	the Jobs and Growth Tax Relief Reconciliation Act of			
9	2003 (42 U.S.C. 1396d note) is amended—			
10	(1) in the subsection heading, by striking			
11	"\$10,000,000,000 FOR A";			

(2) in paragraph (2)—

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1	(A) in the paragraph heading, by striking
2	"FIRST 3 QUARTERS OF"; and
3	(B) by striking "the first, second, and
4	third calendar quarters" and inserting "each
5	calendar quarter";
6	(3) by redesignating paragraphs (3) through
7	(9) as paragraphs (4) through (10), respectively;
8	and
9	(4) by inserting after paragraph (2), the fol-
10	lowing:
11	"(3) Permitting maintenance of fiscal
12	YEAR 2004 FMAP FOR FISCAL YEAR 2005.—Subject to
13	paragraph (6), if the FMAP determined without re-
14	gard to this subsection for a State for fiscal year
15	2005 is less than the FMAP as so determined for
16	fiscal year 2004, the FMAP for the State for fiscal
17	year 2004 shall be substituted for the State's FMAP
18	for each calendar quarter of fiscal year 2005, before
19	the application of this subsection.".
20	(b) Temporary Increase in Medicaid FMAP for
21	ALL STATES.—Section 401(a) of the Jobs and Growth
22	Tax Relief Reconciliation Act of 2003 (42 U.S.C. 1396d
23	note), as amended by subsection (a), is amended by strik-
24	ing paragraphs (4) and (5) (as redesignated by subsection
25	(a)(3)) and inserting the following:

1	<b>''</b> (4)	TEMPORARY	INCREASE	IN	MEDICAID
2	FMAP.—				

"(A) GENERAL 2.95 PERCENTAGE POINTS INCREASE FOR LAST 2 CALENDAR QUARTERS OF FISCAL YEAR 2003 AND FIRST 3 CALENDAR QUARTERS OF FISCAL YEAR 2004.—Subject to paragraphs (6), (7), and (8), for each State for the third and fourth calendar quarters of fiscal year 2003 and for the first, second, and third calendar quarters of fiscal year 2004, the FMAP (taking into account the application of paragraphs (1), (2), and (3)) shall be increased by 2.95 percentage points.

"(B) GENERAL 1.60 PERCENTAGE POINTS INCREASE FOR LAST CALENDAR QUARTER OF FISCAL YEAR 2004 AND EACH CALENDAR QUARTER OF FISCAL YEAR 2005.—Subject to paragraphs (6), (7), and (8), for each State for the fourth calendar quarter of fiscal year 2004 and each calendar quarter of fiscal year 2005, the FMAP (taking into account the application of paragraphs (1), (2), and (3) but without regard to the application of subparagraph (A)) shall be increased by 1.60 percentage points.

1	"(5) Increase in cap on medicaid payments
2	TO TERRITORIES.—

"(A) Last 2 calendar quarters of fis-Cal Year 2003 and first 3 calendar quar-Ters of fiscal year 2004.—Subject to paragraphs (7) and (8), with respect to the third and fourth calendar quarters of fiscal year 2003 and the first, second, and third calendar quarters of fiscal year 2004, the amounts otherwise determined for Puerto Rico, the Virgin Islands, Guam, the Northern Mariana Islands, and American Samoa under subsections (f) and (g) of section 1108 of the Social Security Act (42 U.S.C. 1308) shall each be increased by an amount equal to 5.90 percent of such amounts.

"(B) Last calendar quarter of fiscal YEAR 2004 and Each calendar quarter of fiscal year 2005.—Subject to paragraphs (7) and (8), with respect to the fourth calendar quarter of fiscal year 2004 and each calendar quarter of fiscal year 2005, the amounts otherwise determined for Puerto Rico, the Virgin Islands, Guam, the Northern Mariana Islands, and American Samoa under subsections (f) and (g) of section 1108 of the Social Security Act

1	(42 U.S.C. 1308) shall each be increased by an
2	amount equal to 2.52 percent of such
3	amounts.".
4	(c) Conforming Amendments.—Section 401(a) of
5	the Jobs and Growth Tax Relief Reconciliation Act of
6	2003 (42 U.S.C. 1396d note), as amended by subsections
7	(a) and (b), is amended—
8	(1) in paragraph (1), by striking "paragraph
9	(5)" and inserting "paragraph (6)";
10	(2) in paragraph (2), by striking "paragraph
11	(5)" and inserting "paragraph (6)";
12	(3) in paragraph (7) (as redesignated by sub-
13	section $(a)(3)$ —
14	(A) by striking "paragraph (4)" each place
15	it appears and inserting "paragraph (5)"; and
16	(B) by striking "paragraph (3)" each place
17	it appears and inserting "paragraph (4)";
18	(4) in paragraph (8) (as so redesignated), by
19	striking "the first, second and third calendar quar-
20	ters of fiscal year 2004" and inserting "each cal-
21	endar quarter of fiscal year 2004 and fiscal year
22	2005"; and

1 (5) in paragraph (10) (as so redesignated), by 2 striking "October 1, 2004" and inserting "January 3 1, 2005".

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